

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST)	
ADJUSTMENT FILING OF)	CASE NO. 93-111-E
BELFRY GAS COMPANY, INC.)	

ORDER

On October 11, 1993, in Case No. 93-111, the Commission approved rates for Belfry Gas Company, Inc. ("Belfry") and provided for their further adjustment on an as-needed basis in accordance with Belfry's gas cost adjustment ("GCA") clause.

On November 2, 2001, Belfry filed its GCA to be effective December 1, 2001. As this filing results in a rate decrease, the 30-day notice requirement set out in KRS 278.180(1) is not controlling since KRS 278.180(2) permits a rate decrease to be implemented within a lesser period of time.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Belfry's notice includes revised rates designed to pass on to its customers its expected decrease in wholesale gas costs. Belfry's proposed expected gas cost ("EGC") is \$2.5851 per Mcf, which is a decrease of \$2.2770 per Mcf from the previous EGC of \$4.8621.
2. Belfry's notice sets out no refund adjustment.

3. Belfry's notice sets out an actual adjustment ("AA") of (1.89) cent per Mcf. Belfry's notice sets out a total AA of (1.89) cent per Mcf, which is a decrease of 1.89 cents from the previous total AA.

4. Belfry's notice sets out no balance adjustment.

5. Belfry's GCA is \$2.5662 per Mcf, which is \$2.2959 per Mcf less than the previous rate of \$4.8621.

6. The rates in the Appendix to this Order are fair, just, and reasonable, in the public interest, and should be approved for service rendered by Belfry on and after December 1, 2001.

IT IS THEREFORE ORDERED that:

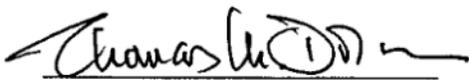
1. The rates in the Appendix, attached hereto and incorporated herein, are approved for service rendered on and after December 1, 2001.

2. Within 20 days of the date of this Order, Belfry shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 26th day of November, 2001.

By the Commission

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 93-111-E DATED NOVEMBER 26, 2001

The following rates and charges are prescribed for the customers served by Belfry Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RETAIL RATES:

Monthly usage

	<u>Base Rate</u>	Gas Cost Recovery <u>Rate</u>	<u>Total</u>
First 1,000 cubic feet (Minimum Bill)	\$4.2667	\$2.5662	\$6.8329
Over 1,000 cubic feet	\$2.7182	\$2.5662	\$5.2844